

Consolidated Financial Results for the Nine Months Ended December 31, 2012

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 Listing: First Section of the Tokyo Stock Exchange
 Stock code: 6366
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Scheduled date to file Quarterly Report: February 13, 2013
 Preparation of Quarterly Supplementary Explanation Material: Yes
 Quarterly Financial Results Presentation Held: Yes (for Analysts and Institutional Investors)

(Millions of yen with fractional amounts discarded,
unless otherwise noted)

1. Consolidated performance for the Nine months ended December 31, 2012

(1) Consolidated operating results (Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
For the Nine months ended December 31, 2012	270,433	56.7	18,816	18.3	19,385	22.3	12,069	39.6
For the Nine months ended December 31, 2011	172,578	(6.4)	15,912	23.4	15,850	48.8	8,644	59.3

Note: Comprehensive Income: the nine months ended December 31, 2012: 16,978 million yen / 141.5%
 the nine months ended December 31, 2011: 7,029 million yen / 50.7 %

	Net income per share	Fully diluted net income per share
	Yen	Yen
For the Nine months ended December 31, 2012	46.59	-
For Nine months ended December 31, 2011	33.36	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2012	413,481	181,253	43.6
As of March 31, 2012	365,795	168,737	46.0

Reference: Equity As of December 31, 2012: 180,456 million yen As of March 31, 2012: 168,120 million yen

2. Cash dividends

Record date	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
Fiscal year ended March 31, 2012	Yen -	Yen -	Yen -	Yen 17.00	Yen 17.00
Fiscal year ending March 31, 2013	-	-	-		
Fiscal year ending March 31, 2013 (Forecast)				17.50	17.50

Note: Revision to the latest forecast announcement : None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2013 (from April 1, 2012 to March 31, 2013)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2013	430,000	68.8	22,500	(7.0)	23,000	(3.3)	15,000	4.4	57.90

Note: Revision to the latest forecast announcement : None

4. Others

- (1) Changes in Significant Subsidiaries during the Period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None
- (2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements: None
- (3) Changes in Accounting Policies and Accounting Estimates / Restatements
 - a. Changes in accounting policies due to revisions of accounting standards, etc.: Yes
 - b. Changes in accounting policies other than a. above: None
 - c. Changes in accounting estimates: Yes
 - d. Restatements: None
- (4) Number of issued shares (common stock)
 - a. Total number of issued shares at the end of the period (including treasury stock)

As of December 31, 2012	260,324,529 shares
As of March 31, 2012	260,324,529 shares
 - b. Number of treasury stock at the end of the period

As of December 31, 2012	1,277,869 shares
As of March 31, 2012	1,259,891 shares
 - c. Average number of shares during the period

For the Six months ended December 31, 2012	259,055,499 shares
For the Six months ended December 31, 2011	259,092,910 shares

*Presentation of Implementation Status of Quarterly Review Procedure

The review procedure of quarterly financial statements based on the Financial Instruments and Exchange Law has not been completed at the time of the disclosure of these Consolidated Financial Statements.

*Proper use of earnings forecasts, and other special directions

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to a number of factors.

5. Qualitative Information related to Consolidated Performance

Qualitative Information on Business Performance

During the first nine months of this fiscal year, we saw a continuing sense of uncertainty in the world economy. Capital investments are planned in major countries, many of which have changed administrations, to fulfill the increasing demand for energy and the tide of gas shift.

In Japan, investments in photovoltaic (PV) power generation projects are beginning to flow in under the Feed-in Tariff scheme, and many more similar plans will follow.

Many expect the new Japanese government to overcome deflation and, by following dynamic monetary policies, flexible fiscal policies, and growth strategies that facilitate private investment, will be able to effect the recovery of the Japanese economy.

While the Chiyoda Group continued to enhance its operation in the hydrocarbon field, mainly in LNG, the Group also made inroads into new business fields such as infrastructure and renewable energy. Project execution of ongoing projects continued smoothly, including LNG plants in Papua New Guinea and Australia, some overseas projects for Japanese clients and LNG receiving terminals in Japan.

Accordingly, consolidated new orders for the period amounted to 176,653 million yen (16.3% increase year on year). The backlog and revenues were 760,479 million yen (9.6% decrease compared to the last fiscal year results) and 270,433 million yen (56.7% increase from the corresponding period in the previous fiscal year) respectively.

Due to the profit increase from the rise in revenues and profit improvement in ongoing projects, the operating income amounted to 18,816 million yen (18.3% increase year on year), ordinary income to 19,385 million yen (22.3% increase), and net income resulted in 12,069 million yen (39.6% increase).

Highlights during this period for each segment are summarized hereunder:

LNG Plants/Gas and Power Utilities

The Group was awarded a FEED (Front End Engineering and Design) contract for the onshore natural gas liquefaction facility in Mozambique. Two FEED works for LNG projects in Australia were completed, and we are preparing to bid for the EPC (Engineering, Procurement and Construction) phases. The EPC work for an LNG plant in Papua New Guinea and another LNG project in Australia are progressing as planned.

Our Qatari subsidiary is working on the maintenance and modification works for past LNG and gas processing plants built by the Group.

In Japan, several EPC works on LNG receiving terminals, other expansion/modification works of existing plants and various FEED works are ongoing in parallel.

Petroleum, Petrochemicals and Gas Chemicals

Globally, EPC works are progressing favorably, including a heavy oil cracking unit in Saudi Arabia and petrochemical plant in Singapore, and EPsCm (Engineering, Procurement support and Construction management) services for heavy crude oil upgrading facilities in Venezuela and for a petroleum refinery in Singapore progressing as well.

In Japan, we continued to perform new EPC work for the TransAlkylation Unit, the diagnosis of existing facilities, maintenance and upgrading works, studies and construction works aimed at improving the competitiveness and energy saving of the facilities.

Industrial Machinery/Environment/ Chemicals and Other Fields

EPC works for polycrystalline silicon plants in Malaysia, the product used for photovoltaic cells, and EPC work for the nickel refinery in the Philippines were executed smoothly. We have been reinforcing our efforts to meet the needs of Japanese companies expanding their operations into Southeast Asia.

In Japan, we won a number of EPC works for large-scale photovoltaic power generation system and are enhancing our group operation in this field.

We are also active in the pharmaceutical field, executing EPC works for several facilities such as highly bioactive pharmaceuticals, anti-cancer drugs, bulk vaccine and pharmaceutical bio-formulation.

We are advancing development of hydrogen-related technology. A demonstration plant is under construction to demonstrate the effectiveness of our own catalyst. Once proven, transportation and

storage of large volumes of hydrogen can be achieved safely and economically, which will pioneer the way to realize a hydrogen-based society.

We invested in an Italian company, Archimede Solar Energy (ASE), the only manufacturer of the solar collector tubes used in the Molten Salt Parabolic Trough – Concentrated Solar Power system. Chiyoda and ASE are developing a plan to build a demonstration plant in the vicinity of ASE's industrial plant. In an effort to expand our water-related business into the Middle East, related works for a demonstration project on an energy-saving water recycling system in Saudi Arabia were entrusted to a member of our group. In addition, we are strengthening our position by establishing ourselves in new business fields such as energy saving and transportation.

Note: See Page 9 for more information on New Contracts, Net Sales and Backlog of Contracts by segment.

<Comment on terrorism in Algeria>

In January 2013, a dreadful terrorism incident happened in Algeria. Our Group will make every possible effort to refine and/or enhance our risk management systems and ensure that the highest priority is placed on security.

6. Consolidated quarterly financial statements

(1) Consolidated quarterly balance sheets

	(Millions of yen)	
	As of March 31, 2012	As of December 31, 2012
Assets		
Current assets		
Cash and deposits	35,577	49,268
Notes receivable, accounts receivable from completed construction contracts	43,840	57,287
Short-term investment securities	138,499	130,399
Costs on uncompleted construction contracts	13,419	25,702
Jointly controlled assets of joint venture	65,794	82,253
Other	23,354	22,057
Allowance for doubtful accounts	(6)	(4)
Total current assets	320,478	366,964
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	4,360	6,223
Land	12,736	5,375
Other, net	1,903	2,400
Total property, plant and equipment	19,001	13,999
Intangible assets	4,600	5,863
Investments and other assets		
Investment securities	18,190	24,707
Other	3,614	2,029
Allowance for doubtful accounts	(88)	(82)
Total investments and other assets	21,715	26,654
Total noncurrent assets	45,317	46,517
Total assets	365,795	413,481

(Millions of yen)

	As of March 31, 2012	As of December 31, 2012
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts	86,211	105,571
Current portion of long-term loans payable	10,000	10,198
Income taxes payable	1,162	3,132
Advances received on uncompleted construction contracts	76,533	85,042
Provision for warranties for completed construction	289	326
Provision for loss on construction contracts	568	2,163
Provision for bonuses	4,054	2,624
Other	14,868	17,830
Total current liabilities	193,687	226,890
Noncurrent liabilities		
Long-term loans payable	198	—
Provision	2,609	3,269
Other	561	2,067
Total noncurrent liabilities	3,369	5,337
Total liabilities	197,057	232,227
Net assets		
Shareholders' equity		
Capital stock	43,396	43,396
Capital surplus	37,112	37,112
Retained earnings	89,346	96,980
Treasury stock	(1,328)	(1,348)
Total shareholders' equity	168,527	176,141
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,509	4,317
Deferred gains or losses on hedges	442	2,083
Foreign currency translation adjustment	(2,358)	(2,086)
Total accumulated other comprehensive income	(407)	4,314
Minority interests	617	797
Total net assets	168,737	181,253
Total liabilities and net assets	365,795	413,481

(2) Consolidated quarterly statements of (comprehensive) income

	Nine months ended December 31, 2011	Nine months ended December 31, 2012
Consolidated quarterly statements of (comprehensive) income		
Net sales of completed construction contracts	172,578	270,433
Cost of sales of completed construction contracts	146,251	239,437
Gross profit on completed construction contracts	26,327	30,996
Selling, general and administrative expenses	10,415	12,180
Operating income	15,912	18,816
Non-operating income		
Interest income	615	869
Dividends income	419	992
Equity in earnings of affiliates	14	70
Other	168	94
Total non-operating income	1,217	2,027
Non-operating expenses		
Interest expenses	156	154
Foreign exchange losses	992	1,131
Other	129	171
Total non-operating expenses	1,279	1,457
Ordinary income	15,850	19,385
Extraordinary income		
Gain on sales of noncurrent assets	—	1,767
Total extraordinary income	—	1,767
Extraordinary loss		
Loss on retirement of noncurrent assets	—	243
Loss on valuation of investment securities	250	129
Total extraordinary losses	250	373
Income before income taxes and minority interests	15,600	20,779
Income taxes-current	708	5,446
Income taxes-deferred	6,127	3,083
Total income taxes	6,835	8,530
Income before minority interests	8,764	12,248
Minority interests in income	120	179
Net income	8,644	12,069

Consolidated quarterly statements of comprehensive income

	Nine months ended December 31, 2011	Nine months ended December 31, 2012
Income before minority interests	8,764	12,248
Other comprehensive income		
Valuation difference on available-for-sale securities	(384)	2,808
Deferred gains or losses on hedges	(767)	1,641
Foreign currency translation adjustment	(426)	290
Share of other comprehensive income of associates accounted for using equity method	(156)	(10)
Total other comprehensive income	<u>(1,735)</u>	<u>4,729</u>
Comprehensive income	<u>7,029</u>	<u>16,978</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	6,947	16,791
Comprehensive income attributable to minority interests	82	186

7. Production, Contracts and Sales

Millions of yen

	Apr. 1, 2011 — Dec. 31, 2011			Apr. 1, 2012 — Dec. 31, 2012		
	New contracts (ratio)	Net sales (ratio)	Backlog of contracts (ratio)	New contracts (ratio)	Net sales (ratio)	Backlog of contracts (ratio)
Engineering	146,687 96.6%	167,853 97.3%	451,552 99.5%	172,103 97.4%	264,839 97.9%	759,932 99.9%
LNG plants	12,598 8.3%	64,816 37.6%	162,218 35.8%	21,040 11.9%	89,424 33.1%	494,843 65.1%
Gas and power utilities	41,905 27.6%	34,095 19.8%	128,449 28.3%	7,003 4.0%	46,626 17.2%	78,120 10.3%
Gas chemicals	617 0.4%	— —	617 0.1%	1,734 1.0%	1,329 0.5%	1,006 0.1%
Petroleum and petrochemicals	39,302 25.9%	28,156 16.3%	48,612 10.7%	35,209 19.9%	30,883 11.4%	49,597 6.5%
General chemicals	46,787 30.8%	24,028 13.9%	89,836 19.8%	97,622 55.2%	85,179 31.5%	119,328 15.7%
Industrial machinery	1,378 0.9%	8,733 5.1%	790 0.2%	4,409 2.5%	1,121 0.4%	3,564 0.4%
Environment and others	4,096 2.7%	8,024 4.6%	21,027 4.6%	5,083 2.9%	10,274 3.8%	13,470 1.8%
Others	5,189 3.4%	4,724 2.7%	2,116 0.5%	4,550 2.6%	5,594 2.1%	546 0.1%
Total	151,876 100.0%	172,578 100.0%	453,668 100.0%	176,653 100.0%	270,433 100.0%	760,479 100.0%
Domestic	85,265 56.1%	65,327 37.9%	168,310 37.1%	82,714 46.8%	103,795 38.4%	145,929 19.2%
Overseas	66,611 43.9%	107,250 62.1%	285,358 62.9%	93,938 53.2%	166,638 61.6%	614,549 80.8%

Note: The backlog of contracts for the nine months ended December 31, 2012 includes a decrease due to changes in construction contracts acquired in prior fiscal years, an increase due to adjustments in new contract amounts, and an increase due to foreign exchange translation adjustments.